

USAID/Europe Regional Operational Plan

FY 2006

June 13, 2006

Please Note:

The attached RESULTS INFORMATION is from the FY 2006 Operational Plan and was assembled and analyzed by the country or USAID operating unit identified on the cover page.

The Operational Plan is a "pre-decisional" USAID document and does not reflect results stemming from formal USAID review(s) of this document.

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FY 2006 Program**SO: 180-0120 Increased Soundness of Fiscal Policies and Financial Management Practices****Improve Economic Policy and the Business Environment**

Improve Economic Policy and the Business Environment (\$177,000 AEEB, \$254,688 AEEB carryover, \$328,312 AEEB prior year recoveries). This program component combats corruption, promotes integrity, and enhances regional transparency and accountability for financial reporting, disclosure, and regulation and development of public and private sector professionals and supporting institutions. This activity supports a Global Development Alliance aimed at fostering the development and sustainability of the South Eastern European Partnership on Accountancy Development (SEEPAD) and its member professional bodies in the region. By promoting internationally recognized professional standards and regional benchmarking and progress and building alliances among and with international, regional, and national associations, the activities of SEEPAD increase regional fiscal transparency and accountability, reduce corruption and promote integrity in the accounting profession and in the public and private sector entities they represent and audit. This activity also supports the use of new and refined analytic benchmarking tools to measure and monitor regional progress against international standards of transparency and accountability. This activity provides USAID Missions with refined, practical oriented diagnostic, analytical, and other programming tools to combat corruption and promote integrity in targeted sectors and related public and private sector institutions. This component will also finance technical expertise to support and complement mission programs and capabilities and to help manage regional activities. Contractors/grantees: Global alliance partners TBD.

FY 2007 Program**SO: 180-0120 Increased Soundness of Fiscal Policies and Financial Management Practices****Improve Economic Policy and the Business Environment**

Improve Economic Policy and the Business Environment (\$232,000 AEEB). This program component will be supported by program-funded technical staff and will complete targeted regional program activities undertaken in FY 2006 for the development, support and expansion of global alliances and regional networks linking international standard setters, regional institutions, national institutions and professionals needed to improve regional transparency and accountability.

FY 2006 Program**SO: 180-0130 Accelerated Development and Growth of Private Enterprise****Improve Private Sector Competitiveness**

Improve Private Sector Competitiveness (\$500,000 AEEB, \$198,000 AEEB carryover, \$1,190,900 AEEB prior year recoveries). The Regional competitiveness Initiative (RCI) aims to increase the competitiveness of small- and medium-sized enterprises (SMEs) in the region. It builds on, complements, and adds a regional dimension to existing bilateral programs.

Working in collaboration with more than ten mission-funded competitiveness projects in seven countries in Southeast Europe, RCI has identified three major sectors with multi-country interest: agriculture, information technology, and rural tourism. In the agricultural sector, RCI has identified seven regional supermarket chains that are interested in buying fresh products from local producers, and is helping build a modern supply chain to link supermarkets with producers. In the information technology sector, RCI is working with the Bulgarian Software Institute to upgrade the quality standards and production efficiencies of software companies in Bulgaria, Macedonia, Serbia, Romania, and Albania. In the rural tourism sector, RCI is helping to link individual country websites to create multi-country specialized travel routes promoting themes as culture, art, food and wine, and recreation. Contractor: Segura/IP3 (prime).

To effectively address the significant "knowledge gaps" in the area of business skills among SME entrepreneurs and their executive and department managers in the Southeast and Central European

region, USAID will provide support for the Centers for Entrepreneur and Executive Development (CEED). The Bulgaria pilot site was launched in 2005, and is now functioning at full capacity. A second location is planned for opening in Romania in 2006, and discussions are underway for a site in Croatia as well. This activity is implemented by the Small Enterprise Assistance Fund (SEAF).

Additionally, the program will provide support to the region for microenterprise development through a direct grant to the Microenterprise Center to provide technical assistance throughout the Southeast European region and a grants program to implementers using innovative approaches for microenterprise development. The program supports the testing of "poverty tools" relevant to the region intended to better measure the poverty of microenterprise clients in the region. Contractor/grantees: Microenterprise Center for Central and Eastern Europe (prime).

FY 2007 Program

SO: 180-0130 Accelerated Development and Growth of Private Enterprise

Improve Private Sector Competitiveness

Improve Private Sector Competitiveness (\$227,000 AEEB). The assistance to selected industry clusters in Southeast Europe will continue. RCI will work with groupings of businesses to better understand the demands of the markets, to improve the business environment directly impacting the cluster, to improve the productivity and value up and down the supply chain, and to participate actively in cross border trade. Efforts to link business, government, and civil society leaders will be continued as well as support for the CEED.

FY 2006 Program

SO: 180-0140 A More Competitive and Market Responsive Private Financial Sector

Strengthen The Financial Services Sector & Increase Access to Capital

Strengthen The Financial Services Sector & Increase Access to Capital (\$400,000 AEEB, \$23,648 AEEB carryover, \$624,352 AEEB prior year recoveries).

Partners for Financial Stability (PFS) is a regional activity designed to accelerate the development of sound, well-functioning financial sectors in the region through activities that supplement and leverage bilateral mission programs. PFS activities are designed to promote more dynamic, effective and integrated financial markets which offer new financial products and services, leading to more trade and financial flows among the Eastern European countries and better economic outcomes. In mid-2005, the geographical focus of PFS shifted to Southeast Europe (SEE) from the eight Central and Eastern European countries. The priorities under PFS-SEE are: capital markets/corporate governance; insurance and pension reform; bank supervision; accounting/auditing; financial sector research; and anti-money laundering.

PFS-SEE activities focus on strengthening the institutional and human capacity of the SEE financial sector and fall under four broad categories: 1) supporting existing local organizations/associations/networks, e.g., research institutes, commercial banking, accounting and auditing associations, stock exchange networks, pension and insurance regulators, economic faculties and professional training institutes, that work or plan to work region-wide across SEE, through the provision of sub-grants, technical assistance and advisory services; 2) organizing workshops and training seminars on various priority financial sector topics; 3) conducting cross-country research and analysis on financial sector issues; and, 4) disseminating information through the PFS website. A basic tenet of PFS-SEE is to leverage the knowledge and experience of the new Central European members by having their institutions, organizations, associations and individual experts provide training, exchanges, and technical assistance. Contractor/grantee: East-West Management Institute (EWMI).

South East Europe Mortgage Finance Network: This activity will end in 2006 with a Mortgage Finance Conference in Bucharest bringing together mortgage finance professionals throughout the region to

discuss the latest legal and policy developments in both primary and secondary mortgage markets, credit risk management, diversifying funding sources, regulation and supervision of mortgage lending, the importance of new mortgage insurance products, and implementing standardized underwriting criteria. Principal contractor: Urban Institute

FY 2007 Program

SO: 180-0140 A More Competitive and Market Responsive Private Financial Sector

Strengthen The Financial Services Sector & Increase Access to Capital

Strengthen The Financial Services Sector & Increase Access to Capital Strengthen Financial Sector Contribution to Growth (\$550,000 AEEB). In 2006 the program will include seminars/workshops and training sessions to bring together SEE public and private sector financial sector practitioners with Central and Eastern Europe and international experts. These will cover such challenges as: 1) new financial sector products; 2) more effective financial sector supervision across all areas: banking securities, insurance, and pension; 3) improved money laundering prevention and enforcement; 4) better accountability and governance based on a strengthened accounting and auditing profession and the adoption of new procedures; and 5) integration of SEE capital markets. Support may also be provided to develop new courses at the Training Institute for Bank Supervision at the National Bank of Poland, which trains bank regulators from all over the region, and to finance technical expertise to support and complement mission programs and capabilities and help manage regional activities. All of these activities are designed to promote regional financial sector integration and harmonization based on best practices and international standards.

FY 2006 Program

SO: 180-0150 A More Economically Sustainable and Environmentally Sustainable Energy Sector

Expand & Improve Access To Economic & Social Infrastructure

Expand & Improve Access To Economic & Social Infrastructure (\$1,500,000 AEEB, \$3,608 AEEB carryover, \$643,392 AEEB prior year recoveries). USAID has played a key catalytic role in promote the development of a Southeast Europe energy market for electricity and gas. In late 2005, a legally-binding Treaty was signed in Athens establishing an Energy Community of Southeast Europe and committing the signatory countries to adopt European Union Directives in energy, environment, and competition. USAID is participating in a multi-donor process to support this initiative and is financing: 1) harmonization of legal and regulatory frameworks and the development of the Community Regulatory Board established under the Treaty; 2) development of transparent and efficient market designs/rules and implementation strategies; 3) planning and implementation of transmission system development to increase reliability and overcome key bottlenecks to trade, especially since the late 2004 synchronous interconnection of Southeast Europe with the Western Europe grid; and 4) cooperation among countries on energy efficiency and demand management strategies, including development of regional demand planning capacity, tariff harmonization analyses, demonstration of energy efficiency in municipalities/schools and in residential buildings in Macedonia and Albania, and studies related to urban heating and energy affordability and the potential for energy efficiency applications for municipal and low-income groups. Previous USAID energy efficiency financing and investment activities have been integrated into this Treaty framework. Principal contractors/grantees: Pierce Atwood, Hunton & Williams, U.S. Energy Association, U.S. National Association of Regulatory Utility Commissioners, International Resources Group, and the Alliance to Save Energy.

Improve Economic Policy and the Business Environment

Improve Economic Policy and the Business Environment (\$500,000 AEEB prior year recoveries). The development of professional, independent energy regulatory organizations is essential to attract investment and create efficient and financially viable energy systems. Over 20 countries have established such bodies and are members of the Energy Regulators Regional Association (ERRA). This

program supports professional development programs and the exchange of regulatory information and experience of the ERRA commissioners and staff. The regulators work together on practical, common issues in tariff policy and implementation, licensing and standards, market design and operation, public involvement, and anti-corruption. Progress was made in enlisting European Commission agreement on financing ERRA activities in the future. Excellent cooperation and joint activities are proceeding with the Council of European Energy Regulators (CEER). Implementer: The U.S. National Association of Regulatory Utility Commissioners (NARUC) (prime).

FY 2007 Program

SO: 180-0150 A More Economically Sustainable and Environmentally Sustainable Energy Sector

Expand & Improve Access To Economic & Social Infrastructure

Expand & Improve Access To Economic & Social Infrastructure (\$800,000 AEEB) USAID will support the implementation of the Athens Treaty for the Energy Community of Southeast Europe. Focus will be on support for the new Community Regulatory Board and the development of a formal market monitoring function for the Community to facilitate transparent trade and increased market information for traders and investors. Utility and regulatory partnerships will create technical and management capacity needed to operate in this new market environment. Increased emphasis will be given to gas regulatory and market issues. Regional energy efficiency, urban heating improvement, and demand management activities will continue and help ECSEE signatory countries meet new EU directives on energy efficiency and renewable energy.

New regional policy and technical analyses will be done on energy security issues in Southeast Europe and Black Sea regions in response to major supply diversification and higher price challenges facing Europe. Critical technical expertise to support mission programs and manage regional contracts will be provided. Implementers: Pierce Atwood, Hunton & Williams, U.S. Energy Association, U.S. National Association of Regulatory Utility Commissioners, International Resources Group, and the Alliance to Save Energy.

Improve Economic Policy and the Business Environment

Improve Economic Policy and the Business Environment (\$357,000 AEEB). USAID will continue to assist the Energy Regulators Regional Association (ERRA). The FY 2006 emphasis will be on expansion of the training programs that were designed and implemented in FY 2005 and FY 2006, including successful E-learning activities. Further collaborative activities will be undertaken with the Council of European Energy Regulators and a specific ERRA Financial Sustainability and Cost-Sharing Plan will be developed with the European Commission and other interested public and private organizations. Implementers: U.S. National Association of Regulatory Utility Commissioners (NARUC).

FY 2006 Program

SO: 180-0160 Increased Environmental Management Capacity to Support Sustainable Economic Growth

Expand & Improve Access To Economic & Social Infrastructure

Expand & Improve Access To Economic & Social Infrastructure (\$270,000 AEEB, \$102,679 AEEB carryover, \$436,321 AEEB no year recoveries). Infrastructure Reform and Finance (IRF) Project: Clean water, reliable power, and transportation that enables goods to flow freely are essential to growing economies. Mobilizing capital for public infrastructure across the former socialist nations of Europe is one of the greatest challenges facing the region-a challenge which requires fundamental reform to achieve financial health. During its third year the IRF Project will hold workshops for Southeast Europe countries and provide direct assistance to USAID Missions in Southeast Europe and their local counterparts meant to spread emerging techniques for improving public water utilities management, corporate structure, operational efficiency, private sector partnerships and access to capital. This component will also focus

on designing strategic interventions for USAID Missions which leverage the Agency's unique capabilities and the larger capital capacities of international investors, multilateral development banks, and the citizens of the affected countries. Contractor: Segura/IP3 Partners (prime).

Regional Infrastructure Program: Through an innovative initiative termed the Private Enterprise Partnership - Southeast Europe Infrastructure (PEPSEI), USAID designed an institution, largely funded by other donors, which supplements the sovereign borrowing capacity of nations in the region to improve infrastructure. Managed and partially funded by the International Finance Corporation PEPSEI uses a revolving fund to develop public infrastructure projects for private sector investment, recouping the costs of preparation from successfully-financed projects. Building on this earlier success (PEPSEI opened in 2005) a new effort will be launched to use DCA funds to allow local capital sources (banks, insurance funds, mortgage companies) the opportunity to participate in the financing of public infrastructure projects being prepared under PEPSEI. Contractor: Booz Allen Hamilton (prime).

Reduce, Prevent & Mitigate Pollution

Reduce, Prevent & Mitigate Pollution (\$130,000 AEEB, \$70,000 AEEB carryover) Environmental impact compliance: Each USAID activity must go through a legislatively mandated environmental impact review prior to obligation. The Europe and Eurasia Bureau processes over 150 impact reviews annually. This funding provides technical support to ensure that potentially significant adverse environmental impacts are identified prior to project start-up and mitigated to acceptable levels. Contractor to be determined.

FY 2007 Program

SO: 180-0160 Increased Environmental Management Capacity to Support Sustainable Economic Growth

Expand & Improve Access To Economic & Social Infrastructure

Expand & Improve Access To Economic & Social Infrastructure (\$146,000 AEEB). Infrastructure Reform and Finance Project: This strategic support contract will focus on transferring new approaches to infrastructure management and finance to USAID Missions and their counterparts, conducting country reviews to support the design of new Mission strategies, and providing advice and evaluation of ongoing Mission infrastructure programs. Contractor: Segura/IP3 Partners (prime).

Reduce, Prevent & Mitigate Pollution

Reduce, Prevent & Mitigate Pollution (\$130,000 AEEB, \$70,000 AEEB carryover). This funding will continue to provide technical support, helping to ensure that potentially significant adverse environmental impacts are identified prior to project start-up and mitigated to acceptable levels. Contractor to be determined.

FY 2006 Program

SO: 180-0200 Democratic Governance Accelerated

Establish & Ensure Media Freedom & Freedom Of Information

Establish & Ensure Media Freedom & Freedom Of Information (\$50,000 AEEB, \$100,000 AEEB carryover). The Regional Media Program strengthens independent print and broadcast media in the region. FY 2006 priorities include encouraging more cross-border and regional investigative, anti-corruption reporting in broadcast and print media; monitoring media legal issues, including the drafting and implementation of media laws; defining best practices in media development; and assessing and ranking media systems in the region through the Media Sustainability Index (MSI). Technical assistance will be provided to USAID missions and partners to help them develop approaches and tools to promote the development of sustainable, independent media. Grantee: The International Research and

Exchanges Board (IREX).

Program Support

Program Support (\$396,000 AEEB, \$101,689 AEEB carryover). Regional funding supports technical assistance to USAID missions and funds expert technical staff in the areas of media development, political processes and elections, rule of law and judicial reform, democratic governance, decentralization, and anti-corruption. This includes assessments and evaluations, strategy advice, sharing lessons learned, workshops, and program design.

Strengthen Civil Society

Strengthen Civil Society (\$485,000 AEEB). In FY 2006, the ninth edition of the NGO (non-governmental organizations) Sustainability Index (NGOSI) will be published. This analytical tool serves as a vital resource to the Agency and its Missions for both program planning and monitoring country progress exercises, and is also available to external organizations. Technical assistance and funding will be provided to partners to help them share lessons learned, and foster ethnic and religious tolerance in a region still contending with ethnic and religious tensions and potential for conflict. Grantees: Management Systems International, the International Center for Not-for-Profit Law (ICNL), The Center for Democracy and Reconciliation in South Eastern Europe (CDRSEE), and to be determined.

Work in this area also includes publication of the ninth edition of Nations in Transit (NIT), a key analytical tool that measures democratic reform throughout the region and contributes to understanding of the programming challenges and development of appropriate strategies by USAID. Grantee: Freedom House.

Strengthen Democratic Political Parties

Strengthen Democratic Political Parties (\$150,000 AEEB prior year recoveries). USAID will sponsor a conference in Moldova for young political leaders from the region. Funds will support conference planning and implementation and travel and per diem for participants from Southeast European countries. Companion FSA funds will also cover conference planning and implementation as well as the costs of participants from EURASIA. Principal contractors/grantees: International Republican Institute and National Democratic Institute (primes).

FY 2007 Program

SO: 180-0200 Democratic Governance Accelerated

Establish & Ensure Media Freedom & Freedom Of Information

Establish & Ensure Media Freedom & Freedom Of Information (\$50,000 AEEB). The Regional Media Program will continue to support regional and cross-border media development activities, creating linkages between journalists in different countries. Support of investigative reporting on cross-border issues will increase with a special emphasis on anti-corruption reporting, including trafficking in persons and organized crime. The Media Sustainability Index will continue to be supported, and technical assistance will be provided to USAID missions and partners to help them develop approaches and tools to promote sustainable, independent media throughout the region. Grantee: IREX.

Program Support

Program Support (\$655,000 AEEB). Regional funding supports technical assistance to USAID missions and funds expert technical staff in the areas of media development, political processes and elections, rule

of law and judicial reform, democratic governance, decentralization, and anti-corruption. This includes assessments and evaluations, strategy advice, sharing lessons learned, workshops, and program design.

Strengthen Civil Society

Strengthen Civil Society (\$270,000 AEEB). In FY 2007 the ninth edition of the NGO Sustainability Index will be published. Each year, these materials serve as a vital analytic resource for the Agency and its Missions as well as being available to external organizations. Contractor: to be determined.

The tenth edition of Nations In Transit will be published by Freedom House, measuring democratic reform throughout the region and contributing to understanding of the programming challenges and development of appropriate strategies by USAID. Grantee: Freedom House.

FY 2006 Program

SO: 180-0320 Increased Health Promotion and Access to Quality Health Care

Address Other Health Vulnerabilities

Address Other Health Vulnerabilities (\$219,000 AEEB). Activities include replication and integration of proven approaches to reduce non-communicable diseases and injuries (NCDI) that pose the greatest public health burden on workforce-age populations and health systems in Southeast Europe. To address these critical health issues, the regional program includes: documentation of best practices, information dissemination, and training. Partners: to be determined (TBD).

Prevent & Control Infectious Diseases Of Major Importance

Prevent & Control Infectious Diseases Of Major Importance (\$170,000 AEEB). Activities continue to focus on controlling tuberculosis (TB) in Southeast Europe as a major threat to health and economic and social progress. The World Health Organization (WHO) declared tuberculosis an emergency in the Europe and Eurasia region in 2005. USAID's TB activities in the Southeast European AEEB countries focus on supporting implementation of the internationally accepted Directly Observed Treatment, Short Course (DOTS) strategy and its expansion as described in the new Global Plan to Stop TB, 2006-2015. The activities fill critical gaps in TB control efforts throughout the region, including an urgent need to provide training to clinicians in the diagnosis, treatment, and prevention of multi-drug resistant TB (MDR-TB); developing intra-regional networks to promote sharing of culturally appropriate materials and lessons learned; strengthening the linkages between TB and HIV programs to address growing TB/HIV co-infection; strengthening regional political commitment to TB control; reforming policy; and garnering additional resources for TB through GFATM grants and other donors. The Latvia Center for Excellence in MDR-TB (multi-drug-resistant tuberculosis), which was developed with USAID assistance, continues to be an essential regional resource. Partners include: WHO, Partners for Appropriate Technology in Health, and Management Sciences for Health.

Reduce Transmission & Impact Of HIV/AIDS

Reduce Transmission and Impact of HIV/AIDS (\$249,000 AEEB, \$30,000 AEEB carryover). Regional conferences, training, and technical assistance will support Southeast European countries in their application for Global Fund to fight AIDS, Tuberculosis, and Malaria (GFATM) grants, as well as in the implementation, monitoring, and evaluation of GFATM activities. Regional conferences, training, and networks will disseminate to Southeast Europe the best practices and lessons learned from HIV/AIDS surveillance systems and promote effective scale-up of information and services to most at-risk populations. Partners include: R.S. Drew Ltd. and TBD.

Support Family Planning

Support Family Planning (FP) (\$141,000 AEEB, \$114,000 AEEB carryover). The regional activity in Southeast Europe, designed in FY 2006, will strengthen government programs, create and invigorate private sector activities, and encourage the replication of successful family planning service delivery models to increase the use of modern contraception and to promote alternatives to abortion. The activity will identify successful worldwide and regional experience and best practices to duplicate in other parts of the region. An explicit objective will be to utilize and strengthen existing regional FP networks. Activities will include: data collection and analysis; technical assistance; training and seminars; policy and strategy development; and monitoring and evaluation. Implementing partners TBD.

FY 2007 Program

SO: 180-0320 Increased Health Promotion and Access to Quality Health Care

Address Other Health Vulnerabilities

Address Other Health Vulnerabilities(\$176,000 AEEB). Continued support to activities in Southeast Europe addressing NCDI, and strengthening of health systems. To address these critical health issues, the regional program includes information dissemination and regional training. Partners: TBD.

Prevent & Control Infectious Diseases Of Major Importance

Prevent & Control Infectious Diseases Of Major Importance (\$200,000 AEEB). Funds will support strengthening regional political commitment in Southeast Europe to TB control, DOTS expansion, ongoing training for MDR-TB, strengthening the linkages between TB and HIV programs, and the dissemination of materials and information on infectious diseases. Partners will be the same as in FY 2006.

Reduce Transmission & Impact Of HIV/AIDS

Reduce Transmission & Impact Of HIV/AIDS (\$200,000 AEEB, \$250,000 CSH). In Southeast Europe, funds will advance approaches to reduce HIV transmission. Support will include efforts to strengthen surveillance, scale up effective programs reaching the most at-risk populations, the dissemination of materials and information on HIV/AIDS, and a regional conference on topics of critical importance to multiple USAID country programs. Partners will be the same as in FY 2006.

Support Family Planning

Support Family Planning (\$200,000 AEEB). Continued support to regional activities in Southeast Europe that increase the use of modern contraception, promote alternatives to abortion and protect mother and child health. Partners will be the same as in FY 2006.

FY 2006 Program

SO: 180-0340 Mitigation of Adverse Social Impacts of the Transition to Market-Based Democracies

Improve Quality of Workforce through Vocational/Technical Education

Improve Quality of Workforce through Vocational/Technical Education: (\$636,000 AEEB, \$119,464 AEEB carryover, \$572,536 AEEB prior year recoveries). USAID will work with U.S experts and experts within the region to carry out critical strategic analysis on social sector topics in Southeast Europe. A primary focus will be on ways to reduce poverty and vulnerability, especially via workforce improvement and increased employment. A workforce competitiveness project will be carried out in Kosovo, Montenegro,

and Albania. USAID will continue to work in collaboration with U.S. and regional experts and think tanks to more deeply analyze problems initially identified by the social sector hotspots analyses that were recently updated. The output of this analysis will be recommendations regarding critical USAID investment in the social sector as well as specific program ideas for countries to implement. Results of these analyses and the regional think tank workshop will also be used to inform the next steps for establishing networks of think tanks and researchers working on social sector issues. FY 2006 funds will be used to conduct and disseminate this research, provide technical support to USAID Missions, and to fund expert technical staff. Contractors: Aguirre International; Education Development Corporation; to be determined.

Reduce Trafficking In Persons

Reduce Trafficking In Persons (\$400,000 AEEB, \$830,000 AEEB carryover, \$300,000 AEEB prior year recoveries). Trafficking in persons (TIP) has become a major social, economic and moral problem in Southeast Europe (SEE). President Bush has made a major commitment to reduce TIP. USAID will support a regional program to develop a cross-border referral mechanism designed by and agreed upon by governmental and non-governmental representatives to improve assistance and protection for trafficking victims and cross-border TIP case continuity. Through regional seminars, technical assistance, equipment and training, the activity will strengthen cooperation between and benefit both governmental and non-governmental actors dealing with cross-border trafficking cases in Southeast Europe, as well as the trafficked victims themselves. FY 2006 funds will also be used to provide technical support on developing anti-trafficking programs to USAID Missions in Southeast Europe and to fund expert technical staff. Contractors/grantees: International Center for Migration Policy Development.

FY 2007 Program

SO: 180-0340 Mitigation of Adverse Social Impacts of the Transition to Market-Based Democracies

Improve Quality of Workforce through Vocational/Technical Education

Improve Quality of Workforce through Vocational/Technical Education (\$871,000 AEEB). Analytic work on the social sector in Southeast Europe will continue and will provide strategic guidance and technical assistance to mitigate social sector problems. Funds will continue to be used to support expert technical staff. Contractor: to be determined.

FY 2006 Program

SO: 180-0420 Cross-Cutting Programs

Program Support

Program Support: (\$3,682,000 AEEB, \$1,644,352,000 AEEB carryover, \$1,878,000 AEEB prior year recoveries). Activities under this program support objective include training, funding on-going approved "values" activities, outreach, and for program development and support including analytical efforts.

Training: Technical and administrative support is provided to all Europe missions for training and partnership design, planning and administration, performance monitoring and evaluation, and financial analysis and human capacity assessments. Training is also provided for program-funded staff and partners in performance measurement and reporting and other aspects of assistance oversight. Principal contractor is the International Science and Technology Institute.

Values: In FY 2006 USAID will continue to incrementally fund the previously approved values grants. These grants implement innovative ideas that cultivate and strengthen universally recognized values that support USAID goals and objectives in the region. The goal of this initiative is to achieve positive, lasting attitudinal change, reflected in realizing more permanent advancements in social, economic and political practices.

Program development and support: Funds will be used to assess particular transition problems such as trafficking, to support the development of activities that are part of USAID's business model for the Global Development Alliance (GDA), to determine the effectiveness of selected programs being implemented in multiple countries in the region, and to share lessons learned such as experiences in political processes, and to improve effectiveness, and deepen an understanding of the progress of transition. In addition, USAID will provide assistance through institutional and program-funded staff to manage activities and to help field missions and their partners design and manage their programs; and to support their inter-agency costs.

FY 2007 Program

SO: 180-0420 Cross-Cutting Programs

Program Support

Program Support (\$2,861,000 AEED). In FY 2007 USAID will continue to fund training, the final incremental funds for the values grants, and program development and support including non-career staff and analytical efforts.

Results Framework

180-0120 Increased Soundness of Fiscal Policies and Financial Management Practices

Program Title: Fiscal Reform

180-0130 Accelerated Development and Growth of Private Enterprise

Program Title: Private Enterprise Development

180-0140 A More Competitive and Market Responsive Private Financial Sector

Program Title: Strengthening the Financial Sector

180-0150 A More Economically Sustainable and Environmentally Sustainable Energy Sector

Program Title: Sustainable Energy Systems

180-0160 Increased Environmental Management Capacity to Support Sustainable Economic Growth

Program Title: Better Environmental Management

180-0200 Democratic Governance Accelerated

Program Title: Democratic Governance

180-0210 Increased Better-Informed Citizens' Participation in Political and Economic Decision-Making

Program Title: Civil Society

180-0220 Legal Systems that Better Support Democratic Processes and Market Reforms

Program Title: Rule of Law

180-0230 More Effective, Responsive and Accountable Local Governance

Program Title: Local Government and Urban Development

180-0320 Increased Health Promotion and Access to Quality Health Care

Program Title: Health Promotion and Care

180-0340 Mitigation of Adverse Social Impacts of the Transition to Market-Based Democracies

Program Title: Social Sector Reform

180-0410 Special Initiatives

Program Title: Special Initiatives

180-0420 Cross-Cutting Programs

Program Title: Cross-Cutting Programs